

FISCAL NOTE

SB 2259 - HB 2880

February 5, 2000

SUMMARY OF BILL: Repeals TCA, Title 56, Chapter 4, Part 3 and TCA Title 67, Chapter 5, Part 11 in their entirety. These sections tax the gross profits and shares of stock investment companies. The bill deletes the statutes providing for a property tax assessment on the intangible personal property for investment companies, cemetery companies and finance companies. Bill deletes the state privilege tax on investment companies.

ESTIMATED FISCAL IMPACT:

Decrease State Revenues - Less Than \$100,000

Decrease Local Govt. Revenues - Less Than \$100,000

Currently privilege taxes collected by the state are not significant based on information provided by the Department of Revenue.

Currently local governments are not receiving a significant amount of revenue from this source. Local governments are not aggressively attempting to assess this property due to a lack of certainty as to the definition of these companies under the current law.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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